

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**SB 3260 - HB 3871**

February 15, 2010

**SUMMARY OF BILL:** Prohibits public charter schools from receiving local education funding from revenue earned on or from local education agency (LEA) investments, interest, or rental income.

**ESTIMATED FISCAL IMPACT:**

**Other Fiscal Impact – Any funding from LEA investments, interest earnings, or rental income formerly going to charter schools will be reallocated. Funding sources other than investment, interest, or rental income will be reallocated to cover this shift. The total amount that will be reallocated from earnings on LEA investments, interest, or rental income is unknown but is estimated to exceed \$63,000 in FY10-11 and subsequent years.**

**Assumptions:**

- LEAs will maintain the required LEA funding amount for public charter schools
- Public charter schools will not be required to return any money previously allocated to them from these sources.
- In FY2010, Memphis City Schools gave approximately \$63,228 to public charter schools from these sources out of approximately \$1,380,000 earned.
- It is unknown how much money from these sources Davidson County passed on to public charter schools, if any.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

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